

ORDINANCE NO.

AN ORDINANCE OF THE CITY OF TULLAHOMA, TENNESSEE
ADOPTING THE ANNUAL BUDGET AND TAX RATE FOR THE FISCAL YEAR
BEGINNING JULY 1, 2011 AND ENDING JUNE 30, 2012

WHEREAS, *Tennessee Code Annotated* Title 9 Chapter 1 Section 116 requires that all funds of the State of Tennessee and all its political subdivisions shall first be appropriated before being expended and that only funds that are available shall be appropriated; and

WHEREAS, the Municipal Budget Law of 1982 requires that the governing body of each municipality adopt and operate under an annual budget ordinance presenting a financial plan with at least the information required by that state statute, that no municipality may expend any moneys regardless of the source except in accordance with at budget ordinance and that the governing body shall not make any appropriation in excess of estimated available funds; and

WHEREAS, the governing body has published the annual operation budget and budgetary comparisons of the proposed budget with the prior year (actual) and the current year (estimated) in a newspaper of general circulation not less than ten (10) days prior to the meeting where the governing body will consider final passage of the budget.

NOW THEREFORE BE IT ORDAINED BY THE CITY OF TULLAHOMA, TENNESSEE AS FOLLOWS:

SECTION 1: That the governing body estimates anticipated revenues of the municipality from all sources to be as follows:

| General Fund | FY2010 Actual | FY2011 Estimated | FY2012 Proposed |
|------------------------------|----------------------|----------------------|---------------------|
| Local Taxes | <u>\$ 18,178,359</u> | <u>\$ 18,293,707</u> | <u>\$18,569,530</u> |
| Intergovernmental Revenue | <u>\$ 2,348,484</u> | <u>\$ 2,269,825</u> | <u>\$ 3,066,750</u> |
| Fines and Forfeitures | <u>\$ 415,085</u> | <u>\$ 483,650</u> | <u>\$ 518,650</u> |
| Miscellaneous Revenue | <u>\$ 323,994</u> | <u>\$ 281,707</u> | <u>\$ 868,350</u> |
| Fund Balance Utilized | <u>\$ 82,080</u> | <u>\$ 334,500</u> | <u>\$ 485,000</u> |
| Total Funds | <u>\$ 21,348,002</u> | <u>\$ 21,663,389</u> | <u>\$23,508,280</u> |

| | | | |
|------------------|--------|--------|--------|
| Solid Waste Fund | FY2010 | FY2011 | FY2012 |
|------------------|--------|--------|--------|

| | Actual | Estimated | Proposed |
|-----------------------|--------------|--------------|--------------|
| Commercial Garbage | \$ 529,584 | \$ 535,780 | \$ 535,780 |
| Recycling & Other | \$ 195,342 | \$ 216,746 | \$ 210,700 |
| Transfer from General | \$ 1,197,059 | \$ 1,113,131 | \$ 1,143,202 |
| Total Revenues | \$ 1,921,985 | \$ 1,865,657 | \$ 1,889,682 |

| Additional Funds | FY2010 Actual | FY2011 Estimated | FY2012 Proposed |
|--------------------------|------------------|---------------------|--------------------|
| Drug Fund | \$ 69,566 | \$ 75,930 | \$ 49,032 |
| Tullahoma IDB | \$ N/A | \$ N/A | \$ N/A |
| USDA/UDAG | \$ N/A | \$ N/A | \$ N/A |
| General Capital Projects | \$ N/A | \$ N/A | \$ N/A |
| School General Purpose | \$ N/A | \$ N/A | \$ N/A |
| School Federal Projects | \$ N/A | \$ N/A | \$ N/A |
| School Cafeteria | \$ N/A | \$ N/A | \$ N/A |
| School ESP | \$ N/A | \$ N/A | \$ N/A |
| School Capital Projects | \$ N/A | \$ N/A | \$ N/A |

SECTION 2: That the governing body appropriates from these anticipated revenues and unexpected and unencumbered funds as follows:

| General Fund | FY2010 Actual | FY2011 Estimated | FY2012 Proposed |
|-------------------------|------------------|---------------------|--------------------|
| General Government | \$ 1,342,167 | \$ 1,392,584 | \$ 1,430,824 |
| Public Safety | \$ 4,699,057 | \$ 4,778,602 | \$ 4,880,151 |
| Public Works | \$ 1,865,256 | \$ 2,238,885 | \$ 2,529,013 |
| Parks and Recreation | \$ 1,325,572 | \$ 1,294,295 | \$ 1,307,705 |
| Debt Service | \$ 1,102,874 | \$ 1,121,431 | \$ 1,128,197 |
| Education | \$ 9,376,932 | \$ 9,035,643 | \$ 9,035,643 |
| Airport | \$ 104,717 | \$ 107,853 | \$ 663,973 |
| Other Agencies | \$ 300,867 | \$ 293,465 | \$ 389,571 |
| Transfer to Capital | \$ 33,500 | \$ 287,500 | \$ 1,000,000 |
| Transfer to Solid Waste | \$ 1,197,059 | \$ 1,113,131 | \$ 1,143,202 |
| Total Appropriations | \$ 21,348,001 | \$ 21,663,389 | \$23,508,280 |

| Solid Waste Fund | FY2010 Actual | FY2011 Estimated | FY2012 Proposed |
|------------------|------------------|---------------------|--------------------|
|------------------|------------------|---------------------|--------------------|

| | | | |
|----------------------|--------------|--------------|--------------|
| Administration | \$ 130,476 | \$ 195,008 | \$ 196,407 |
| Labor | \$ 906,800 | \$ -0- | \$ -0- |
| Commercial Garbage | \$ 304,520 | \$ 452,958 | \$ 463,261 |
| Residential Garbage | \$ 317,411 | \$ 531,255 | \$ 542,669 |
| Brush & Leaves | \$ 90,867 | \$ 334,923 | \$ 353,833 |
| Recycling | \$ 53,784 | \$ 351,514 | \$ 333,512 |
| Total Appropriations | \$ 1,803,858 | \$ 1,865,658 | \$ 1,889,682 |

| Additional Funds | FY2010 Actual | FY2011 Estimated | FY2012 Proposed |
|--------------------------|------------------|---------------------|--------------------|
| Drug Fund | \$ 69,566 | \$ 79,930 | \$ 49,032 |
| Tullahoma IDB | \$ N/A | \$ N/A | \$ N/A |
| USDA/UDAG | \$ N/A | \$ N/A | \$ N/A |
| General Capital Projects | \$ N/A | \$ N/A | \$ N/A |
| School General Purpose | \$ N/A | \$ N/A | \$ N/A |
| School Federal Projects | \$ N/A | \$ N/A | \$ N/A |
| School Cafeteria | \$ N/A | \$ N/A | \$ N/A |
| School ESP | \$ N/A | \$ N/A | \$ N/A |
| School Capital Projects | \$ N/A | \$ N/A | \$ N/A |

SECTION 3: At the end of the current fiscal year the governing body estimates balances/ (deficits) as follows:

| | |
|------------------------|--------------|
| General Fund | \$ 5,000,000 |
| General Purpose School | \$ N/A |

SECTION 4: That the governing body recognizes that the municipality has bonded and other indebtedness payable for FY2011 as follows:

| Bonded or Other Indebtedness | Debt Redemption | Interest Requirements |
|---------------------------------|--------------------|--------------------------|
|---------------------------------|--------------------|--------------------------|

| | | |
|----------------|--------------|--------------|
| Bonds | \$ 1,760,000 | \$ 1,162,065 |
| Notes | \$ 414,000 | \$ 602,289 |
| Capital Leases | \$ -0- | \$ -0- |
| Other Debt | \$ -0- | \$ -0- |

SECTION 5: No appropriation listed above may be exceeded without an amendment of the budget ordinance as required by the Municipal Budget Law of 1982 T.C.A. Section 6-56-208. In addition, no appropriation may be made in excess of available funds except to provide for an actual emergency threatening the health, property or lives of the inhabitants of the municipality and declared by a two-thirds (2/3) vote of at least a quorum of the governing body in accord with Section 6-56-205 of the *Tennessee Code Annotated*.

SECTION 6: Money may be transferred from one appropriation to another in the same fund as prescribed by the Tullahoma Municipal Code, subject to such limitations and procedures as it may describe as allowed by Section 6-56-209 of the *Tennessee Code Annotated*.

SECTION 7: A detailed financial plan will be attached to this budget and become part of this budget ordinance. In addition, the published operating budget and budgetary comparisons shown by fund with beginning and ending fund balances and the number of full time equivalent employees required by Section 6-56-206, *Tennessee Code Annotated* will be attached.

SECTION 8: If for any reason a budget ordinance is not adopted prior to the beginning of the next fiscal year, the appropriations in this budget ordinance shall become the appropriations for the next fiscal year until the adoption of the new budget ordinance in accordance with Section 6-56-210, *Tennessee Code Annotated* provided sufficient revenues are being collected to support the continuing appropriations.

SECTION 9: The following amounts are hereby levied as the tax rate for the City imposed upon all property subject to taxation for the year 2011:

City of Tullahoma - Coffee County

General Purpose: \$2.29 per hundred assessed

City of Tullahoma - Franklin County

General Purpose: \$2.42 per hundred assessed

SECTION 10: All unencumbered balances of appropriations remaining at the end of the fiscal year shall lapse and revert to the respective fund balances.

BE IT FUTHER ORDAINED BY THE BOARD OF MAYOR AND ALDERMEN OF THE CITY OF TULLAHOMA, TENNESSEE, that this ordinance shall take effect and be in full force

and effect from after its passage and from and after its caption being published one time in a newspaper of general circulation in Coffee County, Tennessee the public welfare requiring it.

Passed on First Reading: May 23, 2011

Passed on Second Reading: _____

Passed on Third Reading: _____

CITY OF TULLAHOMA, TENNESSEE:

Troy L. Bisby, Mayor

ATTEST:

Rosemary Womack, City Recorders

APPROVED AS TO FORM & LEGALITY:

Randall Morrison, City Attorney